

FOR IMMEDIATE RELEASE

March 31, 1989

FEDERAL FINANCING BANK ACTIVITY

Charles D. Haworth, Secretary, Federal Financing Bank (FFB), announced the following activity for the month of September 1988.

FFB holdings of obligations issued, sold or guaranteed by other Federal agencies totaled \$146.2 billion on September 30, 1988, posting a decrease of \$3.7 billion from the level on August 31, 1988. This net change was the result of decreases in holdings of agency debt of \$251.6 million, in agency assets of \$900.2 million, and in agency-guaranteed debt of \$2,507 million. FFB made 43 disbursements during September.

During fiscal year 1988, FFB holdings of obligations issued, sold or guaranteed by other Federal agencies posted a net decrease of \$11,099 million from the level on September 30, 1987. This change was the result of decreases in agency assets of \$6,630.2 million and in agency guaranteed debt of \$4,954.1 million. Holdings of agency debt increased by \$484.7 million.

The Omnibus Budget Reconciliation Act of 1987 authorized rural electric borrowers to prepay up to \$2.0 billion of their Rural Electrification Administration-guaranteed loans from the FFB, without premium or penalty, using REA-guaranteed private market financings. Pursuant to this Act, FFB received prepayments of \$2.0 billion in FY 1988. FFB suffered an associated loss of \$473 million.

The Continuing Appropriations Resolution for 1988 allowed FFB borrowers under foreign military sales (FMS) guarantees to prepay at par their debt with interest rates of 10 percent or higher. Pursuant to this Resolution, FFB received FMS prepayments of \$2.5 billion in FY 1988. FFB suffered an associated loss of \$814 million.

Attached to this release are tables presenting FFB September loan activity and FFB holdings as of September 30, 1988.

FEDERAL FINANCING BANK

SEPTEMBER 1988 ACTIVITY

BORROWER	DATE	AMOUNT OF ADVANCE	FINAL MATURITY	INTEREST RATE (semi- annual)	INTEREST RATE (other than semi-annual)
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AGENCY DEBTEXPORT-IMPORT BANK

Note #74	9/1	\$ 19,000,000.00	9/01/98	9.180%	9.077% qtr.
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TENNESSEE VALLEY AUTHORITY

Advance #942	9/6	260,000,000.00	9/16/88	7.574%	
Advance #943	9/12	274,000,000.00	9/19/88	7.638%	
Advance #944	9/16	249,000,000.00	9/23/88	7.527%	
Advance #945	9/19	224,000,000.00	9/26/88	7.502%	
Advance #946	9/23	233,000,000.00	10/01/88	7.559%	
Advance #947	9/26	230,000,000.00	10/01/88	7.586%	
Advance #948	9/28	19,000,000.00	10/03/88	7.697%	
Advance #949	9/30	124,000,000.00	10/03/88	7.653%	

AGENCY ASSETSRural Electrification Administration - Certificates of Beneficial Ownership

Certificate #28	9/30	68,000,000.00	12/31/88	7.664%	
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GOVERNMENT - GUARANTEED LOANSDEPARTMENT OF HOUSING AND URBAN DEVELOPMENTCommunity Development

*Brownsville, TX	9/1	326,450.25	9/01/89	8.410%	8.587% ann.
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RURAL ELECTRIFICATION ADMINISTRATION

New Hampshire Elec. #270	9/7	386,000.00	10/01/90	8.607%	8.516% qtr.
*Wolverine Power #182A	9/9	2,170,000.00	1/02/90	8.355%	8.270% qtr.
*Wolverine Power #183A	9/9	2,686,000.00	1/02/90	8.355%	8.270% qtr.
*Wabash Valley Power #206	9/12	1,805,000.00	1/03/17	9.085%	8.984% qtr.
*Wabash Valley Power #104	9/12	5,055,000.00	1/03/17	9.085%	8.984% qtr.
Old Dominion Elec. #267	9/15	2,408,000.00	10/01/90	8.484%	8.396% qtr.
Alabama Electric Coop. #287	9/19	4,380,000.00	12/31/15	9.099%	8.998% qtr.

*maturity extension

FEDERAL FINANCING BANK

SEPTEMBER 1988 ACTIVITY

BORROWER	DATE	AMOUNT OF ADVANCE	FINAL MATURITY	INTEREST RATE (semi- annual)	INTEREST RATE (other than semi-annual)
<u>RURAL ELECTRIFICATION ADMINISTRATION (continued)</u>					
Brazos Electric #230	9/29	\$ 1,000,000.00	1/03/23	9.259%	9.154% qtr.
Brazos Electric #332	9/29	2,359,000.00	12/31/19	9.248%	9.143% qtr.
Tex-La Electric Coop. #329	9/30	2,037,000.00	10/01/90	8.660%	8.568% qtr.
Kamo Electric Coop. #209	9/30	6,145,000.00	10/01/90	8.660%	8.568% qtr.
*Wolverine Power Supply #182A	9/30	4,003,000.00	1/02/90	8.410%	8.323% qtr.
*Wolverine Power Supply #183A	9/30	4,905,000.00	1/02/90	8.410%	8.323% qtr.
*Colorado Ute-Electric #8A	9/30	7,750,568.80	10/01/90	8.649%	8.557% qtr.
*Colorado Ute-Electric #78A	9/30	2,385,329.68	10/01/90	8.654%	8.562% qtr.
*Colorado Ute-Electric #78A	9/30	1,031,398.38	10/01/90	8.650%	8.558% qtr.
*Colorado Ute-Electric #78A	9/30	3,194,017.12	10/01/90	8.650%	8.558% qtr.
*Colorado Ute-Electric #203A	9/30	7,537,000.00	10/01/90	8.655%	8.563% qtr.
*Colorado Ute-Electric #96A	9/30	3,066,000.00	10/01/90	8.654%	8.562% qtr.
*Colorado Ute-Electric #297	9/30	6,345,673.20	10/01/90	8.655%	8.563% qtr.
*Colorado Ute-Electric #276	9/30	1,668,848.48	10/01/90	8.655%	8.563% qtr.
*Colorado Ute-Electric #297	9/30	4,079,985.36	10/01/90	8.655%	8.563% qtr.
*Colorado Ute-Electric #297	9/30	1,276,512.22	10/01/90	8.655%	8.563% qtr.
*Allegheny Elec. Coop. #304	9/30	247,000.00	10/01/90	8.655%	8.563% qtr.
*United Power Assoc. #86A	9/30	1,239,545.43	10/01/90	8.650%	8.558% qtr.
*Basin Electric #87A	9/30	19,085,714.32	10/01/90	8.654%	8.562% qtr.
*Wabash Valley Power #206	9/30	295,000.00	10/01/90	8.660%	8.568% qtr.
*Chugach Electric #257	9/30	585,000.00	12/31/18	9.176%	9.073% qtr.

SMALL BUSINESS ADMINISTRATIONState and Local Development Company Debentures

Mahoning Valley Econ. Dev. Corp.	9/7	108,000.00	9/01/03	9.073%
Quaker State CDC Inc.	9/7	231,000.00	9/01/08	9.116%
Metropolitan Growth & Dev. Corp.	9/7	271,000.00	9/01/08	9.116%

TENNESSEE VALLEY AUTHORITYSeven States Energy Corporation

Note A-88-12	9/30	807,705,721.13	12/30/88	7.713%
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*maturity extension

FEDERAL FINANCING BANK HOLDINGS
(in millions)

Program	September 30, 1988	August 31, 1988	Net Change 9/1/88-9/30/88	FY '88 Net Change 10/1/87-9/30/88
Agency Debt:				
Export-Import Bank	\$ 10,957.6	\$ 11,226.2	\$ -268.6	\$ -1,505.8
NCUA-Central Liquidity Facility	118.1	118.1	-0-	6.8
Tennessee Valley Authority	17,131.0	17,114.0	17.0	745.0
U.S. Postal Service	5,592.2	5,592.2	-0-	1,238.8
sub-total*	33,799.0	34,050.6	-251.6	484.7
Agency Assets:				
Farmers Home Administration	58,496.0	59,464.0	-968.0	-6,513.0
DHHS-Health Maintenance Org.	79.5	79.3	0.3	-4.4
DHHS-Medical Facilities	96.4	96.4	-0-	-5.9
Overseas Private Investment Corp.	-0-	-0-	-0-	-0.7
Rural Electrification Admin.-CBO	4,139.2	4,071.2	68.0	-102.0
Small Business Administration	15.4	15.8	-0.5	-4.2
sub-total*	62,826.5	63,726.7	-900.2	-6,630.2
Government-Guaranteed Lending:				
DOD-Foreign Military Sales	16,011.7	18,584.2	-2,572.5	-3,152.3
DEd.-Student Loan Marketing Assn.	4,910.0	4,940.0	-30.0	-30.0
DOE-Geothermal Loan Guarantees	50.0	50.0	-0-	50.0
DHUD-Community Dev. Block Grant	318.1	321.8	-3.8	-6.2
DHUD-New Communities	-0-	-0-	-0-	-30.6
DHUD-Public Housing Notes +	2,037.0	2,037.0	-0-	-37.3
General Services Administration +	387.5	387.5	-0-	-8.0
DOI-Guam Power Authority	32.1	32.6	-0.5	-1.1
DOI-Virgin Islands	26.6	26.6	-0-	-0.6
NASA-Space Communications Co. +	898.8	898.8	-0-	90.2
DON-Ship Lease Financing	1,758.9	1,758.9	-0-	-29.4
Rural Electrification Administration	19,205.3	19,224.8	-19.5	-1,991.6
SBA-Small Business Investment Cos.	632.7	670.7	-38.0	-107.9
SBA-State/Local Development Cos.	870.9	874.3	-3.4	-28.9
TVA-Seven States Energy Corp.	2,162.4	1,999.7	162.7	338.7
DOT-Section 511	46.2	48.3	-2.1	-9.2
DOT-WMATA	177.0	177.0	-0-	-0-
sub-total*	49,525.1	52,032.1	-2,507.0	-4,954.1
grand total*	\$ 146,150.5	\$ 149,809.3	\$ -3,658.8	\$ -11,099.6

*figures may not total due to rounding
*does not include capitalized interest